

Annex 1

Schedule Annexed to Cabinet Resolution No. (89) of 2023 Concerning the List of Administrative Penalties for Acts Committed in Violation of the Provisions of Federal Law No. (3) of 2022 Regulating Commercial Agencies

			Administrative Penalties			
S	Violation Description	Legal Reference	The First Time	The Second Time	The Third Time	The Fourth Time
1	The commercial agency is owned by non- citizens of the country	Clause (1) of Article (2)	Deregistration of the commercial agency, in case the Ministry found that the commercial agency is not entirely owned by citizens of the country	—	—	—

2	The ownership percentage in the public joint-stock company is less than (51%) to citizens of the country	Clause (3) of Article (2)	Deregistration of Commercial Agency	–	–	–
3	The global company practising commercial agency activities for its own products without obtaining approval from the Cabinet, in accordance with the law	Clause (2) of Article (2)	Deregistration of Commercial Agency	–	–	–
4	Non- registration of the commercial	Article (3)	A written warning shall be	A fine of (40,000) forty	–	–

	agency in the commercial agencies registry with the Ministry		issued to the violator, granting a period not exceeding (15) fifteen days, calculated from the date of sending the warning, to rectify the violation.	thousand Dirhams		
5	Non-renewal of the commercial agency registration with the Ministry	Article (3)	A written warning shall be issued to the violator, granting a period of (15) fifteen days,	A fine of (20,000) twenty thousand Dirhams.	Temporary deregistration of the commercial agency with the Ministry in case of non-renewal of registration	Final deregistration of the commercial agency with the Ministry in case of non-renewal of registration for the third consecutive

			calculated from the date of sending the warning.		for the second consecutive year.	year.
6	Selling or providing goods or services that have a registered agent with the Ministry by another person other than the agent.	Article (3)	A written warning shall be issued to the violator, granting a period not exceeding (15) fifteen days, calculated from the date of sending the warning.	A fine of (100,000) one hundred thousand Dirhams.	A fine of (200,000) two hundred thousand Dirhams and confiscation of the goods by the customs departments, relevant authorities, and competent authorities, each in their respective	A fine of (400,000) four hundred thousand Dirhams, and seizure of goods by the customs departments, relevant authorities, and competent authorities, each in their respective jurisdiction. Additionally, temporary

					jurisdiction.	administrative closure for a period not exceeding (6) six months, which may be renewed only once.
7	Providing false or misleading information regarding the commercial agency.	Article (4)	A written warning shall be issued to the violator, granting a period not exceeding (15) fifteen days, calculated from the date of sending the warning, to rectify the	A fine of (100,000) one hundred thousand Dirhams.	A fine of (200,000) two hundred thousand Dirhams.	A fine of (400,000) four hundred thousand Dirhams, and temporary administrative closure for a period not exceeding (6) six months, which may be renewed only once.

			violation.			
8	The agent continues to practise the activities of the commercial agency during the period of dispute, whenever the Ministry designates an exclusive source for the entry of goods or services.	Clause (3) of Article (9)	A written warning shall be issued to the violator, granting a period not exceeding (15) fifteen days, calculated from the date of sending the warning, to rectify the violation.	A fine of (100,000) one hundred thousand Dirhams.	A fine of (200,000) two hundred thousand Dirhams.	A fine of (400,000) four hundred thousand Dirhams, and temporary administrative closure for a period not exceeding (6) six months, which may be renewed only once.
9	Failure of the agent, their heirs, or representative s	Article (15)	A written warning shall be issued to the	A fine of (10,000) ten thousand	A fine of (20,000) twenty thousand	A fine of (40,000) forty thousand Dirhams, and

	thereof to submit a request to the Ministry for amending or making changes to the commercial agency within (60) sixty days from the date of becoming aware of such change or modification		violator, granting a period not exceeding (15) fifteen days, calculated from the date of sending the warning, to rectify the violation.	Dirhams.	Dirhams.	temporary administrative closure for a period not exceeding (6) six months, which may be renewed only once.
10	Failure of the agent or legal representative thereof to submit a request to the Ministry for the deregistration from	Article (16)	A written warning shall be issued to the violator, granting a period not exceeding (15)	A fine of (10,000) ten thousand Dirhams shall be imposed on the agent or legal	A fine of (20,000) twenty thousand Dirhams.	A fine of (40,000) forty thousand Dirhams, and temporary administrative closure for a period not exceeding (6)

	<p>the commercial agencies registry if any condition stipulated by the law has been violated, or if the commercial agency has expired and not been renewed, within a maximum period of (60) sixty days from the date the reason for deregistration occurs.</p>		<p>fifteen days, calculated from the date of sending the warning, to rectify the violation.</p>	<p>representative thereof.</p>		<p>six months, which may be renewed only once.</p>
11	<p>Failure of the agent to fulfil the legal obligations thereof regarding the</p>	<p>Article (19)</p>	<p>A written warning shall be issued to the violator,</p>	<p>A fine of (100,000) one hundred thousand</p>	<p>A fine of (200,000) two hundred thousand</p>	<p>A fine of (400,000) four hundred thousand Dirhams</p>

	provision of spare parts, tools, materials, accessories, and necessary components for the maintenance of durable goods, as well as providing maintenance services.		granting a period not exceeding (15) fifteen days, calculated from the date of sending the warning, to rectify the violation.	Dirhams.	Dirhams.	
12	Trespassing on the territory of the commercial agency activity designated for the agent, as specified in the commercial agencies registry.	Article (7) and (20)	A written warning shall be issued to the violator, granting a period not exceeding (15) fifteen days,	A fine of (100,000) one hundred thousand Dirhams.	A fine of (200,000) two hundred thousand Dirhams.	A fine of (400,000) four hundred thousand Dirhams

			calculated from the date of sending the warning, to rectify the violation.			
13	Requesting the termination of the commercial agency contrary to the cases, conditions, and specified durations stipulated in the law.	Clause (1) of Article (30)	A written warning shall be issued to the violator, granting a period not exceeding (15) fifteen days, calculated from the date of sending the warning, to rectify the	A fine of (5,000) five thousand Dirhams.	A fine of (10,000) ten thousand Dirhams.	A fine of (20,000) twenty thousand Dirhams, and temporary administrative closure for a period not exceeding (6) six months, which may be renewed only once.

			violation.			
14	Violating the provisions of the law and the implementing resolutions thereof, except in the cases mentioned in the preceding clauses herein.	–	A written warning shall be issued to the violator, granting a period not exceeding (15) fifteen days, calculated from the date of sending the warning, to rectify the violation.	A fine of (30,000) thirty thousand Dirhams.	A fine of (60,000) sixty thousand Dirhams.	A fine of (120,000) one hundred and twenty thousand Dirhams, and temporary administrative closure for a period not exceeding (6) six months, which may be renewed only once.